

Question #143

Key: C

The sample -1 moment is $\frac{1}{6} \left(\frac{1}{15} + \frac{1}{45} + \frac{1}{140} + \frac{1}{250} + \frac{1}{560} + \frac{1}{1340} \right) = 0.017094$. The sample -

2 moment is $\frac{1}{6} \left(\frac{1}{15^2} + \frac{1}{45^2} + \frac{1}{140^2} + \frac{1}{250^2} + \frac{1}{560^2} + \frac{1}{1340^2} \right) = 0.00083484$.

Then the equations are

$$0.017094 = \frac{1}{\theta(\tau-1)},$$

$$0.00083484 = \frac{2}{\theta^2(\tau-1)(\tau-2)}.$$

Divide the square of the first equation by the second equation to obtain

$0.35001 = \frac{\tau-2}{2(\tau-1)}$ which is solved for $\tau = 4.33356$. From the first equation,

$$\theta = \frac{1}{3.33356(0.017094)} = 17.55.$$